

# Good Agricultural Practices standards: a Way Towards Safe and Sustainable Agriculture?

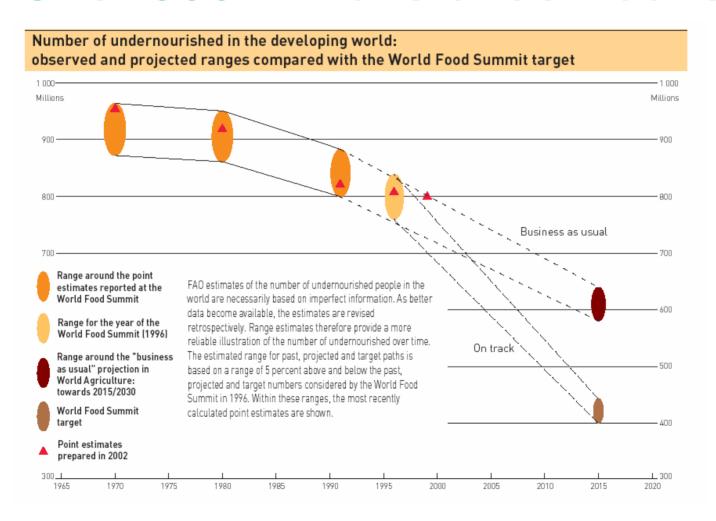
Loretta Sonn, FAO Agriculture Department
Wageningen Seminar on Certification and
Regulations for Food Safety, 31 May 2005



#### 1. World Challenges

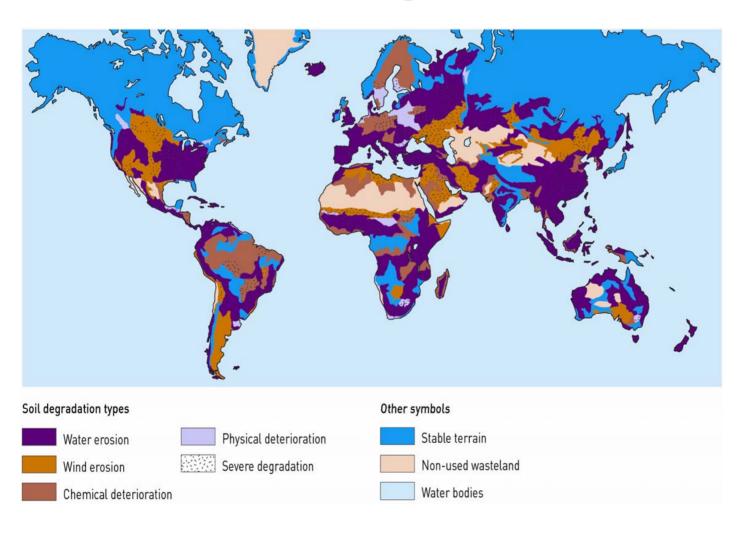


#### Over 800 millions undernourished





#### Human-induced soil degradation in the world





#### Certification and standards of GAP

for whom... where do we want to go?



## Agriculture challenge in the XXIst century

How to make agricultural systems in developing countries more sustainable, in a world where food supply chains are ever more globalized?



#### Developments in Ag. Sector

- Demand by consumers, retailers, processors
  - -Food safety, quality, nutrition
  - Environmental impact of agriculture
- Response by farmers adopting practices/codes
  - -Improve livelihoods
- Support by governments and institutions
  - Regulations
  - -Sustainable agriculture policies
  - Research, extension, education, credit, infrastructure



#### GAP: evolution of concept

- For decades: extension and research guidelines on "good practices"
- More recent trend: GAP in food markets growing number of "GAP" codes & standards - privatization of standards
- Renewed attention as entry point for food safety & quality in food chain



Simple assumption behind the multiplication of GAP standards...

## Good production practices at farm level can make a big difference



#### Can codes support sustainable ag.?

- Private certification and standards (e.g.: EUREP, retail...)
  - Competitive advantage not all farmers can meet
  - Focus more on impact on product than on sustainability
- Public legislation and policies (e.g.: int'l, extension, research)
  - Society-driven broader sustainability priorities
  - Int'l public good or local, small farmer-adapted
  - But lack financial resources
- Fair trade, organic
  - A mix of both
  - Provide capacity building. Environmental and social aspects
  - But market share may be limited in longer term



## Micro level Farmers incentives to adopt

- Economic: price premium, market access; access to inputs; stabilize yield, increase productivity, reduce losses, increase farm asset value...
- Regulatory/Legal: ascertain property rights to scare resources; reduce liability...
- Human/social capital: expand skill sets, reduce community tensions...



#### ... which means

... that farmers have many incentives to apply GAPs whether or not that gives them access to segregated markets or price premiums



#### Micro level - Problems

- Too many standards and codes
- Opportunities, but hard for small farmers to meet standards (cost, investments, paperwork) & certification fees
- Not always a price premium
- Different scopes of GAP
- Are food safety/quality and food security/sustainability GAPs compatible or contradictory?



#### Macro level - Challenges Facing Developing Countries

- 'Traditional' competitiveness factors (macroeconomic stability, productivity, logistics, reliability) haven't gone away!
- ... they are frequently as/more important as standards in determining participation and outcomes
- Tightening/proliferation of standards coinciding with significant downward international price pressures
- Standards reinforce other strengths and weaknesses at production unit and supply chain levels



## Macro level - Challenges Facing Developing Countries(2)

- Alignment/harmonization with int'l/EU/US official standards is only a preliminary part of the challenge
- Private safety, quality, and social requirements typically more demanding and more consistently enforced than public SPS standards (both int'l and domestic)



### Macro level Special issues for poor/ very small countries

- Generally weak technical/admin capacities
- Lack of budgetary resources
- Difficulty of determining/prioritizing needs
- Little support from international buyers
- Exceptionally vulnerable to crisis
- Need regional arrangements?



## 2. And FAO...? Development of a GAP Approach



#### a. Definition of a GAP approach

- addressing economic, environmental and social sustainability inclusive of food safety and quality
- focusing on GAP-primary production (whilst considering the supply chain and institutional context) more than GMP/GHP, etc
- taking account voluntary and regulatory aspects
- within a given incentive and agro-ecology context



#### b. "Global Principles of GAP"

- Form 11 components of ag. practices
- Identify hazards to be avoided
- Identify outcomes to be promoted

 Provide a basis for the development of codes of practice for individual production systems



#### c. Country level assistance

- Support translation of principles into locally appropriate practices and indicators
  - 1- Knowledge (policies, ag. practices, impacts)
  - 2- Facilitate multistakeholder negotiations on GAPs for a commodity/farming system
    - 3- Capacity building



#### 3. Lessons learnt - Strategy

- Be strategic: some crops have more impacts and potential than others
- Focus on improvement: encourage innovation, not compliance
- Focus on the most serious impacts: 8-10 activities cause most environmental impacts
- Be open: not enough effort made to collect/adapt lessons from around the world



#### **Lessons learnt - Stakeholders**

- Work with producers, consumers, markets and governments
- Work with drivers of change
- Farmers & communities create most GAPs
- 400 buyers are key: need to engage industry



#### **Lessons learnt - Incentives**

- Target farmer incentives and disencentives when designing GAP programmes
- GAPs increase product quality & reduce risk;
   GAP can work without market incentives
- Most GAP pay for themselves, though not all
- Different agro-ecologies, institutional and market contexts = different GAP priorities



## ...thank you for your attention